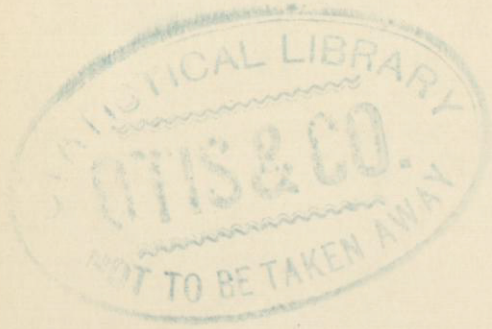


# HART SCHAFFNER & MARX



JAN 24 1928

*Seventeenth Annual Report*  
*November 26, 1927*

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HART SCHAFFNER & MARX  
CHICAGO NEW YORK

New York, January 23, 1928

To the Stockholders

The Board of Directors herewith submits to you the financial statement of the company for the fiscal year ending November 26, 1927, together with the report of Messrs. Price, Waterhouse & Company

The profit for the year was the second largest in the history of the business. This was due to increased production and sales

Respectfully submitted

HARRY HART, President

# BALANCE SHEET—

## Assets

### Current Assets

Cash, U.S. Treasury Notes and other Marketable Securities	\$3,581,363.61	
Accounts receivable, less reserves	7,217,213.34	
Inventories of materials and finished and partly finished merchandise on hand and in transit, at cost or market, whichever is lower, less reserve	4,396,677.47	
Sundry accounts	56,519.67	
Prepaid insurance, taxes, etc.	<u>60,363.98</u>	\$15,312,138.07

Investments, less reserve		\$1,609,500.00
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Amounts due from employees for purchase of Company's stock including stock held for sale to employees, etc.		483,716.81
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Shop Equipment and Fixtures, including Office Furniture	\$987,700.99	
Less—Depreciation Reserve	<u>570,577.08</u>	417,123.91

Good Will, Trade Names and Trade Marks	\$15,000,000.00	
Less—Amount written off in 1920	<u>5,000,000.00</u>	10,000,000 00
		<u>\$27,822,478.79</u>



NOVEMBER 26, 1927

*Liabilities*

*Current Liabilities*

Trade accounts payable	\$155,910.58	
Liability for goods in transit	165,982.67	
Accrued pay rolls, etc.	586,355.15	
Federal and other taxes payable in 1928	<u>494,877.80</u>	\$1,403,126.20

*Capital Stock*

Common Stock—

Authorized and issued 150,000 shares of \$100.00 each	15,000,000.00
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Reserve for contingencies	1,750,000.00
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Surplus, per accompanying statement	<u>9,669,352.59</u>
	<u>\$27,822,478.79</u>

# SURPLUS AND INCOME ACCOUNT

FOR THE FISCAL YEAR ENDING NOVEMBER 26, 1927

## *Net Profits for Year*

After deducting manufacturing, marketing  
and administrative expenses, reserve  
for investments, provisions for depreci-  
ation of equipment, doubtful accounts  
and federal taxes

\$2,244,573.47

Add—

Surplus at Nov. 27, 1926

8,624,779.12

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\$10,869,352.59

*Deduct—*

Dividends paid

1,200,000.00

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## *Unappropriated Surplus*

At November 26, 1927

\$9,669,352.59

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## *Certificate of Accountants*

To the Stockholders of  
Hart Schaffner & Marx

We have examined the books and accounts of Hart Schaffner & Marx for the fiscal year ending November 26, 1927, and certify that the foregoing Balance Sheet and Surplus and Income Account are correctly drawn up therefrom

The merchandise and materials on hand and in transit as shown by inventories certified by the responsible officials, are stated in the balance sheet at cost or market, whichever is lower, less reserve. Liberal provisions have been made for bad and doubtful accounts receivable, discounts and for all ascertained liabilities. The securities owned and cash and bank balances have been verified by actual count or by certificates from depositaries

WE CERTIFY that the Balance Sheet and relative Surplus and Income Account are properly drawn up and, in our opinion, fairly set forth the financial position of the Company on November 26, 1927.

PRICE, WATERHOUSE & CO.

Chicago, January 11, 1928

HART SCHAFER & SONS